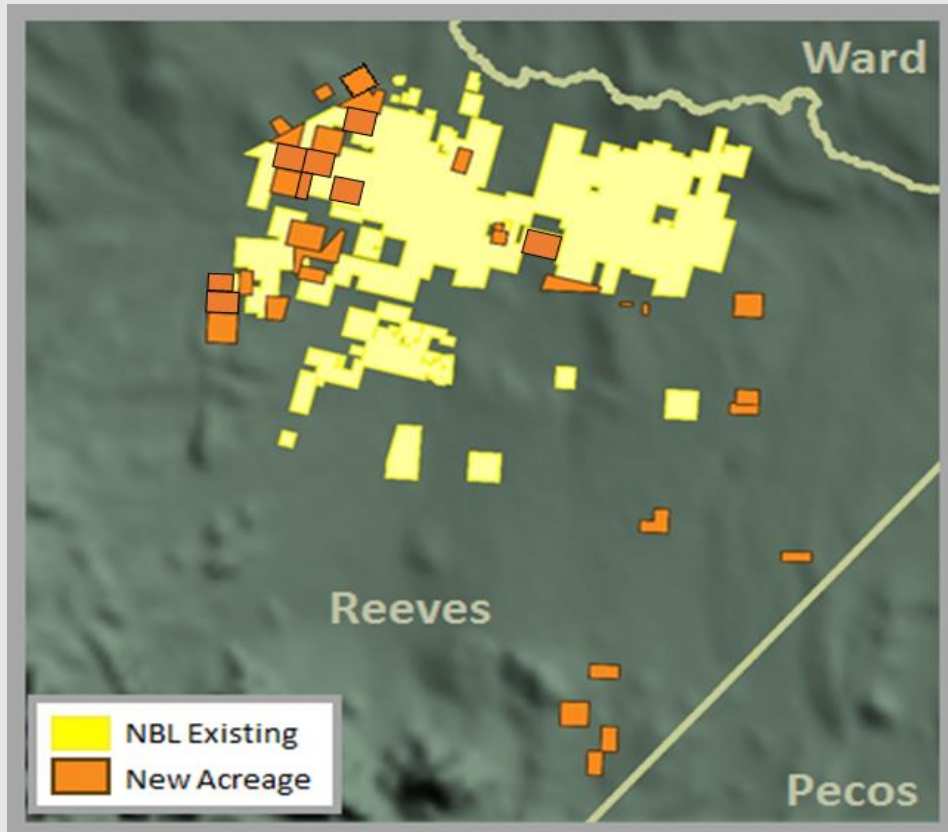


Delaware Basin Bolt-On Acquisition and Leasing Update

Combined transactions increase core Reeves County acreage by nearly 20%



- » **Enhances Contiguous Position in Delaware Basin**
 - Adds 7,200 net acres and net production of 2,400 Boe/d
 - Increases lateral lengths and working interest in ~325 existing NBL locations
- » **Provides Strategic Benefits**
 - Simplifies long term Delaware development
 - Minimal drilling commitments
- » **Pro Forma Delaware Asset:**
 - 47,200 net acres
 - ~12 MBoe/d net production
 - Locations increased by ~150 to over 1,825
- » **Acquisition Price of \$300 MM, Funded with Cash on Hand**

Combined Gross Locations

